

# City of Midland, Michigan

## Changes in Business-type Net Assets

	Fiscal year ended June 30,			
	2003	2004	2005	2006
Operating Revenue				
Wastewater service charges	\$ 3,911,878	\$ 3,992,174	\$ 4,271,674	\$ 4,513,338
Water sales	6,752,491	6,850,399	7,220,106	7,391,171
Landfill use and admission charges	3,030,293	3,766,356	3,120,726	3,217,430
Civic Arena use and admission charges	-	-	-	1,041,763
Other use and admission charges	834,960	807,729	843,179	895,375
Rentals	2,394,221	2,468,774	2,558,359	2,607,737
Fines and forfeits	145,740	118,718	122,155	129,202
Total operating revenue	17,069,583	18,004,150	18,136,199	19,796,016
Operating Expenses				
Water	3,183,240	3,406,247	3,480,308	3,627,534
Wastewater	875,492	980,128	966,934	1,023,045
Real estate rental	1,926,782	1,941,481	1,997,522	2,041,420
Landfill	2,152,284	1,982,880	2,697,045	1,979,811
Civic Arena	-	-	-	1,028,812
Other operating	1,012,341	952,388	837,210	873,204
Administration	1,219,508	1,296,355	1,661,561	1,704,422
Maintenance	2,974,687	3,207,459	3,757,473	3,912,321
Depreciation	4,059,007	3,442,725	3,852,093	3,660,043
Total operating expenses	17,403,341	17,209,663	19,250,146	19,850,612
<b>Operating Income (Loss)</b>	<b>(333,758)</b>	<b>794,487</b>	<b>(1,113,947)</b>	<b>(54,596)</b>
Nonoperating Revenue (Expenses)				
Investment earnings (losses)	319,594	339,423	349,012	646,856
Gain from investment in joint venture	138,604	121,970	284,786	435,216
Contractual revenues	1,293,984	1,196,491	1,135,813	1,041,852
Profit (loss) on disposition of assets	743	(2,769)	(52,417)	(44,189)
Sales of meals - revenue	404,457	418,638	419,982	415,676
Sales of meals - expenses	(569,152)	(579,520)	(561,079)	(544,872)
Miscellaneous revenue	161,289	318,598	697,071	679,281
Interest expense	(1,397,160)	(1,354,083)	(1,180,224)	(1,349,648)
Miscellaneous expense	(918,888)	(518,130)	(634,980)	(944,729)
Total nonoperating revenues (expenses)	(566,529)	(59,382)	457,964	335,443
<b>Income (Loss) - Before contribution and transfers</b>	<b>(900,287)</b>	<b>735,105</b>	<b>(655,983)</b>	<b>280,847</b>
Capital contributions	2,358,059	1,682,025	1,137,555	2,449,257
Operating transfers in	1,972,170	2,117,915	1,830,711	4,360,745
Operating transfers out	-	-	-	(1,957,809)
Change in Net Assets	3,429,942	4,535,045	2,312,283	5,133,040
Some amounts reported for business-type activities in the statement of activities are different because of net revenue (expense) of certain internal services is reported with business-type activities.	302,820	1,372,850	230,418	108,371
<b>Change in net assets of business-type activities</b>	<b>\$ 3,732,762</b>	<b>\$ 5,907,895</b>	<b>\$ 2,542,701</b>	<b>\$ 5,241,411</b>

Note: a. The City adopted GASB No. 34 during fiscal year 2002-03 and began reporting a government-wide statement of net assets.

b. During fiscal year 2005-06 the Civic Arena Fund was added as a proprietary fund.

Source: City's Comprehensive Annual Financial Report